

S/015/072

UTU-73779

MEMORANDUM OF LEASE

THAT Neal Mortensen, Fred Mortensen, Garin Madsen, Alex Boyter, Jeff McClellan, Wallace Curtis, Brad Boyter, and Eldred Garrick, (doing business as Garrick & Associates, an Unincorporated Association), hereinafter called "Owners", and Western Clay Company, a corporation of the State of Utah, hereinafter called "Lessee", have entered into a lease as of the 20th day of February, 1996 by the terms of which the parties agree as follows:

1. DEMISE OF PREMISES.

Owners leased to lessee those certain unpatented placer mining claims("Leased Property") situated in Emery and Wayne counties, State of Utah and described in Exhibit A attached hereto and made a part hereof for all purposes; together with all and singular the mines and minerals within the lines of said mining claims and all dumps, plant, fixtures, improvements and rights, privileges and appurtenances thereunto in anywise belonging; and owners granted lessee the right to use the same and the workings therein for all uses and purposes incident to its mining operation in the leased premises and in other properties, and for any and all other uses and purposes, including the right to prospect for, develop, mine, remove, ship, treat, sell and dispose of ores, minerals and materials.

2. TERM OF THE LEASE.

The lease is for a term commencing on the date of this document and ending at midnight on the 31st day of December 2016, unless sooner terminated or renewed as in said lease provided.

3. SUCCESSORS AND ASSIGNS.

Each and every clause, condition, covenant and agreement of the said lease shall inure to the benefit of and be binding upon the parties thereto, their successors and assigns.

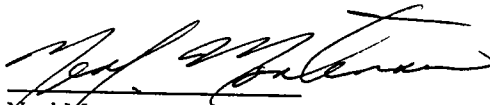
4. REFERENCE TO THE LEASE.


The said lease, dated as of Feb. 20, 1996, contains terms and provision other than those herein stated. An executed copy of said lease which sets forth the precise terms thereof, is on file in the

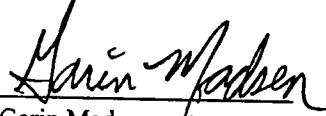
office of Western Clay Company, PO Box 127, Aurora, Utah 84620, and an executed copy is in the possession of Garrick & Associates, 185 W Center, Sigurd, UT. 8467.


IN WITNESS WHEREOF, owners and lessee have caused this memorandum of lease to be executed as of the 20th day of February, 1996.

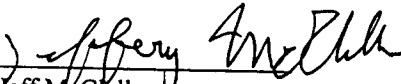
GARRICK & ASSOCIATES



Neal Mortensen



Fred Mortensen




Garin Madsen


Alex Boyter

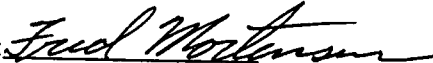

Jeff McClellan


Wallace Curtis


Brad Boyter


Eldred Garrick 

Lessee
WESTERN CLAY COMPANY

By: 
Fred Mortensen
Its President

Attached to and made a part of Lease from Garrick & Associates, an unincorporated association, and Western Clay Company, a Utah Corporation dated 2/22/96

Name of claim Hebe #1	Date of EMERY		Book	Page	BLM Recording		Description	Locators
	Location	Date			Date	UMC#		
	1/18/96	1/23/96	J264	231			SW1/4 SEC13 T24S R7E SLM	NEAL MORTENSEN FRED MORTENSEN GARIN MADSEN ALEX BOYTER JEFF MCLELLAN WALLACE CURTIS BRAD BOYTER ELDRED GARRICK
Hebe #2	1/18/96	1/23/96	J264	232			NW1/4 SEC24 T24S R7E SLM	" "
Hebe #3	1/18/96	1/23/96	J264	233			SW1/4 SEC24 T24S R7E SLM	" "
Hebe #4	1/29/96	1/29/96	J264	235			E1/2 of E1/2 SEC23 T24S R7E SLM	" "
Hebe #5	1/29/96	1/29/96	J264	236			W1/2 of E1/2 SEC23 T24S R7E SLM	" "
Hebe #7	1/29/96	1/29/96	J264	238			NW 1/4 SEC 13 T24S R7E SLM	" "
Hebe #8	1/31/96	2/6/96	J264	239			E1/2 of W1/2 SEC23 T24S R7E SLM	" "
Hebe #9	2/13/96						N1/2 of S1/2 SEC 15 T24S, R7E SLM	" "
Hebe #10	2/13/96						S1/2 of SE1/4 SEC15 T24S R7E SLM W1/2 OF SW1/4 SEC14 T24S R7E SLM	" "
Hebe #11	2/13/96						NW1/4 of NW1/4 SEC23 T24S R7E SLM	" "
NAME	LOCATION	WAYNE	BOOK	PAGE	BLM	UMC#	DESCRIPTION	LOCATORS
STACEY #1	1/22/96	2/1/96	160	363			E1/2 of E1/2 SEC19 T29S R4E SLM	" "
STACEY #2	1/22/96	2/1/96	160	364			NW1/4 SEC19 T29S R4E SLM	" "
STACEY #3	1/22/96	2/1/96	160	365			E1/2 of E1/2 SEC24 T29S R3E SLM	" "
STACEY #4	1/22/96	2/1/96	160	366			W1/2 of E1/2 SEC19 T29S R4E SLM	" "

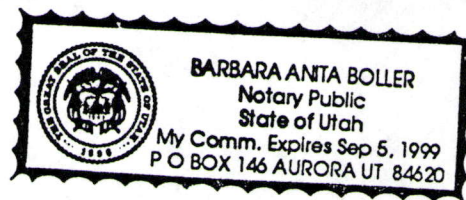
STATE OF UTAH)
 : SS.
COUNTY OF SEVIER)

On the 20th day of Feb, 1996, personally appeared before me Wallace Curtis
the signer of the within and foregoing instrument, who duly acknowledged before me that he executed the
same.

Barbara Anita Boller
Notary Public

Residing at: Elsinore, Cal.

My Commission Expires: 9/5/99



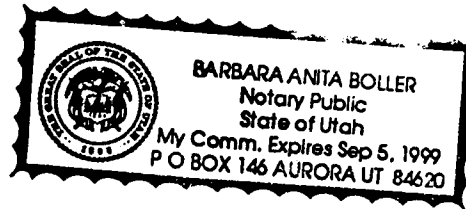
STATE OF UTAH)
: SS.
COUNTY OF SEVIER)

On the 20th day of Feb, 1996, personally appeared before me Ired Mortensen for
the signer of the within and foregoing instrument, who duly acknowledged before me that he executed the Eldred Mortensen
same.

Barbara Anita Boller
Notary Public

Residing at: Elsie, UT

My Commission Expires: 9/5/99

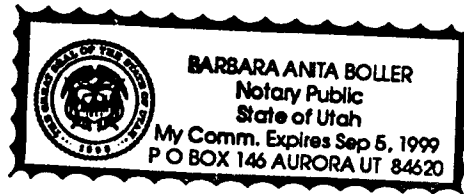


STATE OF UTAH)
 : SS.
COUNTY OF SEVIER)

On the 20th day of Feb, 1996 personally appeared before me Fred Mortensen
the signer of the within and foregoing instrument, who duly acknowledged before me that he executed the
same.

Residing at: Ebriore, Ut.

My Commission Expires: 9/5/99



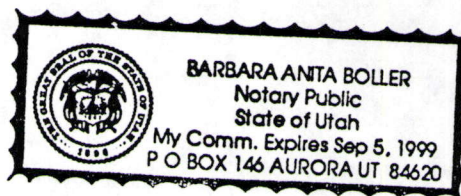
STATE OF UTAH)
 : SS.
COUNTY OF SEVIER)

On the 20th day of Feb., 1996, personally appeared before me Baris Macken
the signer of the within and foregoing instrument, who duly acknowledged before me that he executed the
same.

Barbara Anita Boller
Notary Public

Residing at: Elsinore, Ut.

My Commission Expires: 9/5/99



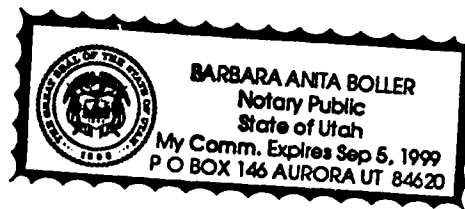
STATE OF UTAH)
 : SS.
COUNTY OF SEVIER)

On the 20th day of Feb, 1996 personally appeared before me Alex Boyter
the signer of the within and foregoing instrument, who duly acknowledged before me that he executed the
same.

Barbara Anita Boller
Notary Public

Residing at: Elsviore, Ut.

My Commission Expires: 9/5/99



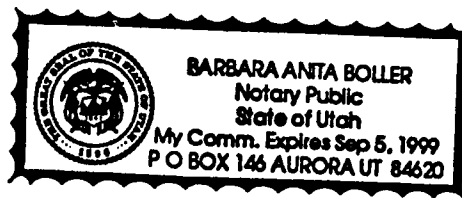
STATE OF UTAH)
 : SS.
COUNTY OF SEVIER)

On the 20th day of Feb. 1996, personally appeared before me Jeffery McCallan
the signer of the within and foregoing instrument, who duly acknowledged before me that he executed the
same.

Barbara Anta Boller
Notary Public

Residing at: Elmore, Ut.

My Commission Expires: 9/5/99



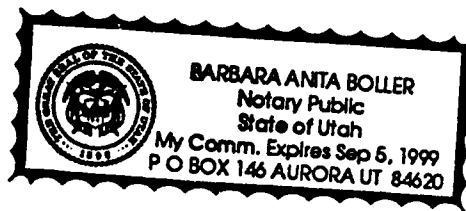
STATE OF UTAH)
 : SS.
COUNTY OF SEVIER)

On the 30th day of Feb, 1996, personally appeared before me Neal Mortensen
the signer of the within and foregoing instrument, who duly acknowledged before me that he executed the
same.

Barbara Anita Boller
Notary Public

Residing at: Elvisore 701

My Commission Expires: 9/5/99



STATE OF UTAH)
 : SS.
COUNTY OF SEVIER)

On the 20th day of Feb., 1996, personally appeared before me Barbara Boller
the signer of the within and foregoing instrument, who duly acknowledged before me that he executed the
same.

Barbara Anita Boller
Notary Public

Residing at: Elsinore, Ut.

My Commission Expires: 9/5/99

